# UNITED STATES DISTRICT COURT EASTERN DISTRICT OF NORTH CAROLINA WESTERN DIVISION No. 5:06-cv-00400-BR

SUELLEN E. BEAULIEU, et al,

**Plaintiffs** 

v.

EQ INDUSTRIAL SERVICES, INC., et al,

Defendants.

JOINT MOTION FOR
PRELIMINARY APPROVAL OF
CLASS SETTLEMENT AND FOR
CERTIFICATION OF
SETTLEMENT CLASSES AND
RELATED MATTERS

This Document Relates To: ALL CASES

Plaintiffs, Suellen E. Beaulieu Michael Borden, Betsy Borden, Lisa Carley, Josephine Cross, Clifford Randy Wilder, Tara Wilder, Anne M. Acosta, George Acosta, Denise Hatzidakis, Hatzidakis, LLC d/b/a Xios Restaurant each on their own behalf, and on behalf of all others similarly situated, and defendants EQ Holding Company and EQ Industrial Services Inc. (collectively referred to as EQIS), defendants Allworth, LLC f/k/a Allworth, Inc. (hereinafter referred to as "Allworth") and ST Mobile Aerospace Engineering, Inc. (hereinafter referred to as "MAE") hereby jointly move, pursuant to Rules 23(a), 23(b)(3), 23(C)(5), and 23(e) of the Federal Rules of Civil Procedure:

 For an order certifying the following class only for the purposes of settlement with defendants effective through the Final Order and Judgment, when defendants are finally dismissed with prejudice from this Litigation: All natural persons, whether minor or adult, and Businesses including those falling within one or more of the following sub-classes, including any person or entity claiming by, through or under a Class Member (as defined in the PSA), who seek compensation for damages or losses related to the Incident other than personal injuries but excluding those persons or Businesses who would otherwise be Class Members, but who or which are: (i) EQIS, Allworth, MAE, Released Entities, or any of their employees, agents, Insurers, contractors, and subcontractors, including employees of EQIS', Allworth's, and MAE's agents, contractors or subcontractors, (ii) the Court and Court personnel and their immediate families, (iii) the attorneys who have made appearances for any of the Parties; and (iv) Opt Outs from the class.

# Subclass 1– Recommended Evacuation Subclass:

All natural persons, including minors and adults, who, on October 5, 2006 resided within the geographic boundaries of the area of the Recommended Evacuation Zone (as defined in the PSA) and who evacuated in response to the Incident.

#### Subclass 2 – Secondary Evacuation Subclass:

All natural persons, including minors and adults, who, on October 5, 2006 resided outside the geographic boundaries of the Recommended Evacuation Zone, but within the geographical boundaries of the Secondary Evacuation Zone (as defined in the PSA), and who evacuated in response to the Incident.

## Subclass 3 – Business Loss Subclass

All Businesses that were physically located within or geographically contiguous to the Recommended Evacuation Zone (as defined in the PSA) on October 5, 2006 that were forced to cease business operations in response to the Incident and sustained provable economic losses as a result of the Incident.

- 2. For an order, pursuant to Rule 23(a)(4) appointing Suellen E. Beaulieu, Michael Borden, Betsy Borden, Lisa Carley, Josephine Cross, Clifford Randy Wilder, Tara Wilder, Anne M. Acosta, George Acosta, and Denise Hatzidakis, individually and on behalf of Hatzidakis, LLC d/b/a Xios Restaurant, as Class Representatives to represent the settlement classes;
- For an order, pursuant to Rule 23(g), appointing Henry T. Dart, Donald J.
   Dunn, M. David Karnas, J. Michael Malone, Roger W. Orlando, Jesse

- S.Shapiro and Robert E. Zaytoun as Class Counsel to represent the settlement class:
- 4. For an Order, pursuant to Rule 23(e), preliminarily approving the settlement of the proposed class as set forth in the Preliminary Settlement Agreement (PSA), attached as Exhibit 1;
- 5. For an Order, pursuant to Rules 23 (c)(2)(B) and 23(e), approving the form and method of Notice provided in the PSA, and that dissemination of the Notice as set forth in the PSA be approved and ordered to be carried out;
- 6. For an Order, pursuant to Rule 23(d)(1)(E), appointing James L. Griggs of Litigation Settlement Services as Settlement Administrator to disseminate notice as set forth in the PSA, to receive and process Proof of Claim Forms and opt-outs pursuant to the terms of the PSA and the Proof of Claims Processing Protocol, and to carry out all other functions of the Settlement Administrator as set forth in the PSA;
- 7. For an Order, pursuant to Rule 23(d)(1)(E), appointing Daniel T. Barker, Esq. as Guardian ad Litem to represent the Class Members who are minors or who lack capacity, and make an independent investigation, on behalf of Class Members who are minors or who lack capacity, into the terms and provisions of this PSA, and thereafter make a recommendation to the Court at the Final Fairness Hearing as to the fairness of this PSA with respect to Class Members who are minors or who lack capacity prior to the entry of the final order and Judgment;

- 8. For an Order, pursuant to Rule 23(d), approving Defendants plan for providing disclosures of the proposed Settlement to designated governmental entities as set forth in Section 6.4 of the PSA;
- 9. For an Order, pursuant to Rule 23(c)(2), that any members of the conditionally certified Settlement Class who elect to opt out of the Settlement Class must do so no later than thirty (30) days after the date of publication of the Notice by following the procedures set forth in the Notice and Paragraph 6.2.1 of the PSA;
- 10. For an Order, pursuant to Rule 23(e)(5), that any members of the conditionally certified Settlement Class who elect to object to the fairness of the Settlement or to Court approval of the payment of Approved Claims, Settlement Costs, attorney fees, Litigation Expenses, Class Representative Participation Awards, Cy Pres funds, and potential reversions to EQIS'S Insurer, Allworth and MAE must do so no later than thirty (30) days after the date of publication of the Notice by following the procedures set forth in the Notice and Paragraph 6.2.2 of the PSA;
- 11. For an Order, pursuant to Rule 23(e)(2), that a Final Fairness Hearing be held to consider final approval of the proposed Settlement, including Court approval of the payment of Approved Claims, Settlement Costs, attorney fees, Litigation Expenses, Class Representative Participation Awards, Cy Pres funds, and potential reversions to EQIS' Insurer, Allworth and MAE commencing at a date and time to be set by the Court and published in the Notice; and

12. The Parties respectfully request that, immediately upon entry of the order of preliminary approval, the Court convene a telephone status conference with all counsel to discuss scheduling a date for the Final Fairness Hearing.

This Motion is supported by the attached Plaintiffs' Memorandum in Support of Joint Motion for Preliminary Approval of Class Settlement and for Certification of Settlement Classes and Related Matters, and the exhibits thereto.

Respectfully submitted,

Plaintiffs' Management Committee

By: /s/ Robert E. Zaytoun\_

ROBERT E. ZAYTOUN, Liaison Counsel

NC Bar # 6042

ZAYTOUN LAW FIRM, PLLC

510 Glenwood Avenue, Suite 301

Raleigh, NC 27603

Telephone: (919) 832-6690

Facsimile: (919) 831-4793

## **HENRY T. DART**

HENRY DART, ATTORNEYS AT LAW,

P.C.

LA. Bar # 4557

510 N. Jefferson Street

Covington, Louisiana 70433

Telephone: (985) 809-8093

Facsimile: (985) 809-8094

#### M. DAVID KARNAS, ESQ.

BELLOVIN & KARNAS, P.C.

AZ Bar # 013728

131 E. Broadway

Tucson, Arizona 85701

Telephone: (520) 571-9700 ext. 210

Facsimile: (520) 571-8556

# J. MICHAEL MALONE, PH.D., ESQ.

Hendren & Malone, PLLC NC Bar# 26512 4600 Marriott Drive Suite 150

Raleigh, NC 27612 Telephone: 919-573-1423 Facsimile: 919-420-0475

# ROGER W. ORLANDO, ESQ.

The ORLANDO Firm, P.C. GA Bar no. 554295 315 West Ponce De Leon Ave. Ste. 400 Decatur, GA 30030

Telephone: (404) 373-1800 Facsimile: (404) 373-6999

# DONALD J. DUNN, ESQ.

**NC Bar #8737** 

2500 Trent Road, Suite 36 PO Drawer 1574 New Bern NC 28563 Telephone: 252-637-5800

Facsimile: 252-638-5976

# JESSE SAYRE SHAPIRO, ESQ.

Law Office of Jesse Shapiro NC Bar # 27326 800 W. Williams Street Suite 231-Q Apex, NC 27502

Telephone: (919) 303-1116 Facsimile: (919) 303-3788

# **EQ Industrial Services, Inc. and EQ Holding Company**

By: /s/ Frederick W. Rom\_

Frederick W. Rom, Esq.

#### WOMBLE CARLYLE SANDRIDGE

RICE, PLLC NC bar # 26675

P. O. Box 831

150 Fayetteville Street, Suite 2100

Raleigh, NC 27601

<u>Telephone: (919) 755-8153</u> <u>Facsimile: (919 484-2091</u>

# Allworth LLC, f/k/a Allworth, Inc.

**By:** \_\_\_/s/ Steven B. Epstein\_ Steven B. Epstein, Esq.

HUNTON & WILLIAMS LLP

NC Bar # 17396

One Bank of America Plaza

421 Fayetteville Street, Suite 1400

Raleigh, North Carolina 27601

Telephone: (919) 899-3000 Facsimile: (919) 833-6352

## ST Mobile Aerospace Engineering, Inc.

**By:** /s/ Richard T. Boyette\_\_\_\_\_

Richard T. Boyette, Esq.

CRANFILL, SUMNER & HARTZOG, LLP

NC Bar # 7623

225 Hillsborough Street, Suite 300

Raleigh, North Carolina 27603

Telephone: (919) 863-8729 Facsimile: (919) 828-2277

## **CERTIFICATE OF SERVICE**

This is to certify that the undersigned has this date served the foregoing JOINT MOTION FOR PRELIMINARY APPROVAL OF CLASS

SETTLEMENT AND FOR CERTIFICATION OF SETTLEMENT **CLASSES AND RELATED MATTERS** on the Court's electronic docketing system. By previous Case Management Order, Liaison Counsel are authorized and designated to receive filing electronically from the Court on behalf of all defendants. Therefore, the undersigned upon information and belief certifies that all counsel of record as noted below, will receive a copy of these papers through the Court's electronic notice system:

This, the 23<sup>rd</sup> day of March, 2009.

# **ADDRESSED TO:**

Liaison Counsel for Defendants, Counsel for EQIS and EQ Holding Frederick W. Rom, Esq. Womble Carlye Sandridge & Rice, Cranfill Sumner & Hartzog, LLP **PLLC** 150 Fayetteville St. Suite 2100 Raleigh, NC 27601 (919) 484-2300 (919)484-2073 (fax) from@wcsr.com

Counsel for Defendant Mobile Aerospace Engineering, Inc. Richard T. Boyette P. O. Box 27808 Raleigh, NC 27611-7808 919-863-8729 919-863-3519 (fax) rtb@cshlaw.com

Counsel for Defendants Allworth, Inc. and Philip Services Corp. Steven B. Epstein Hunton & Williams P.O. Box 109 Raleigh, NC 27602 919-899-3071 919-833-6352(fax) sepstein@hunton.com

ZAYTOUN & MILLER, PLLC

/s/Robert E. Zaytoun Robert E. Zaytoun Lliaison Counsel for Plaintiffs